

General Assembly

## **Amendment**

January Session, 2019

LCO No. 10342



Offered by:

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REP. PERILLO, 113th Dist.

To: Subst. Senate Bill No. 647

File No. 592

Cal. No.

(As Amended)

## "AN ACT STREAMLINING THE LIQUOR CONTROL ACT."

Strike subsection (c) of section 4 in its entirety and substitute the following in lieu thereof:

"(c) A manufacturer permit for cider not exceeding [six] seven per cent alcohol by volume and [apple wine not exceeding fifteen per cent alcohol by volume] mead shall allow (1) the manufacture, storage, bottling and wholesale distribution and sale at retail of such cider and [apple wine] mead to permittees and nonpermittees in this state as may be permitted by law; but no such permit shall be issued unless the place or the plan of the place of manufacture has received the approval of the department; (2) the sale and shipment by the holder of such permit of such cider and [such apple wine] mead to persons outside the state and to consumers in this state in the same manner and subject to the same conditions as such sale and shipment is permitted for wine by a farm winery manufacturer permittee pursuant to subsection (e) of

15 this section; [and] (3) the offering and tasting, on the premises of the 16 permittee, of free samples of cider and [apple wine] mead 17 manufactured on such premises; and (4) the sale at retail on the premises of such cider and mead by the glass to visitors on the 18 19 premises for consumption on such premises. Tastings shall not exceed 20 two ounces per patron and such tastings and retail sale of cider and 21 mead by the glass to visitors shall not be allowed on such premises on 22 Sunday before eleven o'clock a.m. and after eight o'clock p.m. and on 23 any other day before ten o'clock a.m. and after eight o'clock p.m. No 24 tasting shall be offered to or allowed to be consumed by any minor or 25 intoxicated person. Offerings and tastings may be limited to visitors 26 who have attended a tour of the premises of the permittee. The annual 27 fee for a manufacturer permit for cider and mead shall be two hundred 28 dollars. For purposes of this subsection, "mead" means fermented 29 honey, with or without adjunct ingredients or additions, regardless of 30 alcohol content, regardless of process and regardless of being sparkling, carbonated or still." 31

32 Strike subsection (a) of section 5 in its entirety and substitute the 33 following in lieu thereof:

"(a) A manufacturer permit shall allow the manufacture of alcoholic liquor and the storage, bottling and wholesale distribution and sale of alcoholic liquor manufactured or bottled to permittees in this state and without the state as may be permitted by law; but no such permit shall be granted unless the place or the plan of the place of manufacture has received the approval of the Department of Consumer Protection. The holder of a manufacturer permit who produces less than twenty-five thousand gallons of alcoholic liquor in a calendar year may sell at retail from the premises sealed bottles or other sealed containers of alcoholic liquor manufactured on the premises for consumption off the premises, provided such holder shall not sell to any one consumer more than one and one-half liters of alcoholic liquor per day nor more than five gallons of alcoholic liquor in any two-month period. Retail sales by a holder of a manufacturer permit shall occur only on the days and times permitted under subsection (d) of section 30-91, as amended

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by this act. A holder of a manufacturer permit, alone or in combination 50 with any parent or subsidiary business or related or affiliated party, who sells more than ten thousand gallons of alcoholic liquor in any calendar year may not sell alcoholic liquor at wholesale to retail permittees within this state. Such permit shall also authorize the offering and tasting, on the premises of the permittee, of free samples of spirits distilled on the premises. Tastings shall not exceed two ounces per patron per day and shall not be allowed on such premises on Sunday before eleven o'clock a.m. and after eight o'clock p.m. and on any other day before ten o'clock a.m. and after eight o'clock p.m. No tastings shall be offered to or allowed to be consumed by any minor or intoxicated person. A holder of a manufacturer permit may apply for and shall receive an out-of-state shipper's permit for manufacturing plants and warehouse locations outside the state owned by such manufacturer or a subsidiary corporation thereof, at least eighty-five per cent of the voting stock of which is owned by such manufacturer, to bring into any of its plants or warehouses in the state alcoholic liquors for reprocessing, repackaging, reshipment or sale either (1) within the state to wholesaler permittees not owned or controlled by such manufacturer, or (2) outside the state. The annual fee for a manufacturer permit shall be one thousand eight hundred fifty dollars."

71 Strike subsection (d) of section 5 in its entirety and renumber the 72 internal references accordingly

Strike subsections (h) and (i) of section 5 in their entirety and substitute the following in lieu thereof:

"(h) A manufacturer permit for beer and brew pub shall be in all respects the same as a manufacturer permit for beer, as defined in subsection (b) of this section, and shall allow those additional permissible uses specified in the manufacturer permit for a brew pub, as defined in subsection (g) of this section, provided the holder of a manufacturer permit for beer and brew pub produces at least five thousand gallons of beer on the premises annually. The annual fee for

a manufacturer permit for beer and brew pub shall be one thousand five hundred dollars.]

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- (i) (1) A manufacturer permit for a farm distillery shall be in all respects the same as a manufacturer permit, except that the scope of operations of the holder shall be limited to the production of not more than ten thousand gallons per calendar year of distilled alcohol or spirits including, but not limited to, whiskey, gin, vodka and rum. As used in this section, "farm distillery" means any place or premises that is located on a farm in the state in which distilled spirits or alcohol are manufactured and sold.
- (2) Such permit shall, at the single principal premises of the farm distillery, authorize (A) the sale in bulk by the holder thereof from the premises where the products are manufactured pursuant to such permit; (B) the sale and shipment by the holder thereof to a retailer of distilled alcohol or spirits manufactured by the farm distillery permittee in the original sealed containers of not more than fifteen gallons per container; (C) the offering and tasting of free samples of such distilled alcohol or spirits, in amounts not to exceed two ounces per day per person, to visitors and prospective retail customers for consumption on the premises of the farm distillery permittee; and (D) the sale at retail from the premises of sealed bottles or other sealed containers, in amounts not to exceed four and one-half liters per customer per day, of such distilled alcohol or spirits for consumption off the premises. Notwithstanding the provisions of subparagraphs (C) and (D) of this subdivision, a town may, by ordinance or zoning regulation, prohibit any such offering, tasting or selling at retail at premises within such town for which a manufacturer permit for a farm distillery has been issued.
- (3) No licensed farm distillery may sell any such distilled alcohol or spirits not manufactured by such distillery.
- 112 (4) The farm distillery permittee shall grow on the premises of the 113 farm distillery or on property under the same ownership and control

114 of said permittee or leased by the backer of a farm distillery permit or 115 by said permittee within the farm distillery's principal state an average 116 crop of fruit or crops equal to not less than twenty-five per cent of the 117 fruit or crops used in the manufacture of the farm distillery permittee's 118 distilled alcohol or spirits. An average crop shall be defined each year 119 as the average yield of the farm distillery permittee's two largest 120 annual crops out of the preceding five years. In the event the farm 121 distillery consists of more than one property, the aggregate acreage of 122 the farm distillery shall not be less than five acres.

- 123 (5) The annual fee for a manufacturer permit for a farm distillery shall be three hundred dollars."
- Strike subsection (a) of section 6 in its entirety and substitute the following in lieu thereof:
- 127 "(a) A gift basket retailer permit shall allow the retail sale of wine or 128 beer. Such wine or beer shall be included in a gift basket sold at retail 129 by the permit holder. Such wine or beer shall not be consumed on the 130 premises. [Such permit] The holder of a gift basket retailer permit shall 131 be located in this state and such wine or beer shall only be purchased 132 by such permit holder from the holder of a package store permit issued 133 pursuant to section 30-20, [or] the holder of a manufacturer permit for 134 a farm winery issued pursuant to subsection [(e)] (c) of section 30-16, 135 as amended by this act, the holder of a manufacturer permit for cider 136 and mead issued pursuant to subsection (d) of section 30-16, as 137 amended by this act, or the holder of a manufacturer permit for beer 138 issued pursuant to subsection (b) of section 30-16, as amended by this 139 act."
- Strike subsections (a) and (b) of section 23 in their entirety and substitute the following in lieu thereof:
- "Sec. 23. (NEW) (*Effective July 1, 2020*) (a) The holder of a permit issued pursuant to chapter 545 of the general statutes who manufactures alcoholic liquor, as defined in section 30-1 of the general statutes, as amended by this act, on a farm in this state, using farm

products grown in this state, may apply to the Commissioner of 146 147 Agriculture for permission to use the words "Connecticut Farm 148 Winery", "Connecticut Farm Brewery", "Connecticut Farm Cidery", or 149 substantially similar words, as approved by the commissioner, when 150 advertising or promoting such alcoholic liquor. Not less than twenty-151 five per cent of the permittee's total annual alcoholic liquor product 152 ingredients shall be grown in this state. Prior to using such words in its 153 advertising or product promotion, and annually thereafter, the 154 permittee shall submit an application to the commissioner, upon a 155 form approved by the commissioner, accompanied by a registration 156 fee of twenty-five dollars.

(b) The holder of a permit issued pursuant to chapter 545 of the general statutes who manufactures alcoholic liquor, as defined in section 30-1 of the general statutes, as amended by this act, using farm products grown in this state, may apply to the Commissioner of Agriculture for permission to the use the words "Connecticut Grown", when advertising or promoting such alcoholic liquor. Not less than fifty-one per cent of the permittee's total annual alcoholic liquor product ingredients shall be grown in this state. Prior to using such words in its advertising or product promotion, and annually thereafter, the permittee shall submit an application to the commissioner, upon a form approved by the commissioner, accompanied by a registration fee of twenty-five dollars."

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